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TO RUEHCP/AMEMBASSY COPENHAGEN 0000  
INFO RUEKJCS/SECDEF WASHINGTON DC  
RUCPDOC/USDOC WASHINGTON DC 0000  
RHMCSSU/FBI WASHINGTON DC 0000  
RUETIAA/DIRNSA FT GEORGE G MEADE MD  
RUEAIIA/CIA WASHINGTON DC

UNCLAS STATE 001513

SIPDIS  
COPENHAGEN FOR PATRICK ARMSTRONG

E.O. 12958: N/A  
TAGS: ETTC KOMC DA  
SUBJECT: BLUE LANTERN LEVEL 3: POST-SHIPMENT END-USE CHECK  
ON LICENSE 050095115

REF: 2006 BLUE LANTERN GUIDEBOOK

¶1. This is an Action Request. See paragraphs 2-4.

¶2. The Department's Office of Defense Trade Controls Compliance (PM/DTCC) requests Post's assistance in conducting a post-shipment check on license 050095115 for the export of International Traffic in Arms (ITAR)-controlled switches to Algeria. Post is requested to complete this Blue Lantern inquiry within 45 days. Lack of response to a Blue Lantern inquiry will affect pending and future licenses involving parties to this transaction.

¶3. Reason for request: In May 2008, the Department received export license application number 050095115 for the export of helicopter engine switches for end-use in the EH-101 (aka AW-101) helicopter by the Algerian Ministry of Defense (AMOD). However, it appears that the AW-101, which has been ordered by the AMOD, is not yet in its inventory. Open source news reports indicate that flight tests of the AW-101 for Algeria were only initiated in November of 2009 by the manufacturer, Augusta Westland (AW), in the UK. AW was not listed on the subject license as a party to the export transaction. Given this information, the Department has reason to believe that the switches may not have been delivered directly to the AMOD as indicated on the export license.

¶4. ACTION: The Department requests that Post contact foreign consignee, Danish Aerotech AS (DA), to inquire into the disposition of the switches. Post is requested to verify how the switches were used and to whom they were delivered. Finally, Post is requested to remind DA of the restrictions on United States Munitions List (USML) items, especially the prohibition against unauthorized retransfer and re-export.

The following points are provided as suggested guidance:

--To whom did you deliver the helicopter engine switches?  
What is their current disposition, to your knowledge?

(as needed)

--Were the switches re-exported to the United Kingdom for integration by Augusta Westland prior to final end-use in Algeria?

--If yes, is DA aware of the prohibition against unauthorized retransfer of USML? The license application did not list AW, nor any other foreign consignee, as a recipient of USML after DA, as required under ITAR 126.13(b). When supplying transaction information to US companies in the future, please be sure to provide the names of all entities that will receive USML prior to delivery to the ultimate end-user.

END ACTION.

15. Details of transaction:

DTC CASE: 050095115

QUANTITY/COMMODITY:

18 - Engine Switch, Part No. 24411

Value: 44,692.000 USD

SELLER:

Esterline Technologies Corporation  
via subsidiary Mason Electric Company  
500 108th Ave. NE, Suite 1500  
Bellevue, WA 98004  
Tel: 425-453-9400  
POC: Frank Houston

FOREIGN INTERMEDIATE CONSIGNEE

International Precision Products B.V.  
Van Dalenlaan 398  
2082 VR Santpoort Zuid  
Netherlands  
Tel: 31 (0) 23 538 46 44

FOREIGN CONSIGNEE

Danish Aerotech AS  
Industrieparken 39-43  
DK 2750 Ballerup  
Denmark  
Tel: 45 9962 6262

FOREIGN END-USER:

Ministere de la Defense Nationale  
Department des Approvisionnements  
Alger-Gare Alger  
Algeria

PURPOSE:

Engine condition switches to be installed on the EH-101 helicopter.

16. Submitted in support of the license application were the following documents (PM/DTCC will fax documentation to Post upon request):

--Purchase Order No. 27000764 submitted by IPP to Mason Electric, dated 20 December 2007.

--End User Certificate submitted by IPP to Mason Electric, dated 21 December 2007.

--Department of State License for Permanent Export of Unclassified Defense Articles and Related Unclassified Technical Data, submitted 20 March 2008, approved 6 May 2008.

17. Please slug reply for PM/DTCC - BLUE LANTERN COORDINATOR and include the words "Blue Lantern" and the case number in the subject line. POC is Meredith Sundlof. Phone: 202-663-3455; Email: SundlofME@state.gov; SIPRNET: SundlofME@state.sgov.gov. The Blue Lantern Guidebook (ref) is available as a PDF file at [http://www.intelink.sgov.gov/wiki/Blue\\_Lantern\\_End-Use Monitoring Program](http://www.intelink.sgov.gov/wiki/Blue_Lantern_End-Use_Monitoring_Program).

18. Department is grateful for Post's assistance in this matter.

CLINTON